

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

SMALL MINING OPERATIONS PROGRESS REPORT
January 1, 20 10 to December 31, 20 10

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 5117/0031
2. Mine Name: BROMEDE BASIN
3. Name of Operator/Permittee: BROMEDE MINING LLC

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV-SMO_EXP.pdf.

4. Report the gross amount of ore mined and waste moved.

Gross Ore Mined 6000 Tons, or _____ yd³
Waste Material Moved 2400 Tons, or _____ yd³

5. Disturbance at the end of 2009 4.45 Acres
New Disturbance Created during 2010 0 Acres
Area Reclaimed and Fully Released during 2010 0 Acres
Total Disturbed Area at the end of 2010 0 Acres*
Permitted/Bonded Acreage 4.45 Acres

*The total disturbed area should not be greater than the permitted/bonded acreage.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested.

Smoothing area out, no reclamation was performed

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): ABRAHAM AZOVAY
Title of Operator: MANAGER
Signature of Operator: _____
Date: 1/13/2010

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DIV. OF OIL, GAS & MINING



Bromide Mining

Reserves Of Royalty

Headquarters: 505 South Flagler Drive, Suite 200 West Palm Beach, FL 33401 PH: (561)238-2806 Fax: (561)623-6287

Operations: 28 East 100 North Hanksville, UT 84734 PH: (435)542-2990 Fax: (435)542-2991

January 25, 2011

VIA TELECOPIER (801) 359-3940 and FIRST CLASS MAIL

Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Permit S0170031

Gentlemen:

Attached please find Form MR-AR, Small Mining Operations Progress Report for the reporting period from January 1, 2010 through December 31, 2010.

Please mark your files accordingly.

Thank you.

Sincerely,

Avraham Azoulay

AA:st

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JAN 27 2011

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